

MEDICAID SERVICES MANUAL  
TRANSMITTAL LETTER

August 27, 2004

MEMORANDUM

TO: CUSTODIANS OF MEDICAID SERVICES MANUALS

FROM: JOHN A. LIVERATTI, CHIEF, COMPLIANCE

SUBJECT: MEDICAID SERVICES MANUAL CHANGES

MATERIAL TRANSMITTED

**MTL 29/04**

CHAPTER 1800

ADULT DAY HEALTH CARE SERVICES

MATERIAL SUPERSEDED

**MTL 16/03**

Section 1803.1D(2) New Language Added  
To Code S 5100

Removed Billing Instructions and  
deleted code S 5102

BACKGROUND AND EXPLANATION

Clarification of billing procedure instructions: An hourly code was eliminated; a 15 minute unit code will continue to be used; A Prior Authorization number is required on all claims and must correspond directly to all dates of service on the claim; the website for CMS-1500 Billing Manual was added.

The billing manual has already been approved and updated on the FHSC website. Providers are aware that the hourly code was eliminated and they are to use the 15 minute billing code beginning May 1. This was done because of problems with the PA system and getting claims to pay.